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BEFORE THE ARIZONA CORPORATION COMMISSION

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AZ CORP COMMISSION
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COMMISSIONERS

KRISTIN K. MAYES - Chairman
GARY PIERCE
PAUL NEWMAN
SANDRA D. KENNEDY
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IN THE MATTER OF THE APPLICATION OF
ARIZONA-AMERICAN WATER COMPANY, AN
ARIZONA CORPORATION, FOR A
DETERMINATION OF THE CURRENT FAIR
VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON FOR
UTILITY SERVICE BY ITS ANTHEM WATER
DISTRICT AND ITS SUN CITY WATER
DISTRICT, AND POSSIBLE RATE
CONSOLIDATION FOR ALL OF ARIZONA-
AMERICAN WATER COMPANY'S DISTRICTS.

DOCKET NO. W-01303A-09-0343

Arizona Corporation Commission

DOCKETED

MAY - 3 2010

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF
ARIZONA-AMERICAN WATER COMPANY, AN
ARIZONA CORPORATION, FOR A
DETERMINATION OF THE CURRENT FAIR
VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON FOR
UTILITY SERVICE BY ITS ANTHEM/AGUA
FRIA WASTEWATER DISTRICT, ITS SUN CITY
WASTEWATER DISTRICT AND ITS SUN CITY
WEST WASTEWATER DISTRICT, AND
POSSIBLE RATE CONSOLIDATION FOR ALL
OF ARIZONA-AMERICAN WATER
COMPANY'S DISTRICTS.

DOCKET NO. SW-01303A-09-0343

**PROCEDURAL ORDER SETTING
PUBLIC COMMENT HEARING IN
SUN CITY, ARIZONA**

BY THE COMMISSION:

On July 2, 2009, Arizona-American Water Company ("Arizona-American" or "Company")
filed with the Arizona Corporation Commission ("Commission") an application for rate increases for
its Anthem Water District, Sun City Water District, Anthem/Agua Fria Wastewater District, Sun City
Wastewater District, and Sun City West Wastewater District.

Intervention in this matter has been granted to the Residential Utility Consumer Office
("RUCO"); Anthem Community Council; Sun City West Property Owners and Residents Association
("PORA"); W.R. Hansen; the Water Utility Association of Arizona; the Camelback Inn, Sanctuary on

1 Camelback Mountain, the Intercontinental Montelucia Resort and Spa, and the Scottsdale
2 Cottonwoods Resort and Suites (collectively the "Resorts"); the Town of Paradise Valley; the
3 Anthem Golf and Country Club; Marshall Magruder; DMB White Tank, LLC; Mashie, LLC dba
4 Corte Bella Golf Club; Larry D. Woods;¹ and Philip H. Cook.

5 On March 18, 2010, a procedural order was issued bifurcating the hearing in this matter into
6 two phases, with the second phase to include Commission consideration of rate design and rate
7 consolidation issues.

8 The first phase of the hearing in this matter commenced on April 19, 2010, and concluded on
9 April 29, 2010. The second phase of the hearing is scheduled to commence on May 18, 2010, at the
10 Commission's Phoenix offices.

11 On May 3, 2010, a letter from the Commission's Utilities Division Director was docketed.
12 The letter stated that due to the number of requests from customers of the Company's Sun City Water
13 Division that the Commission hold a public comment session in Sun City regarding the pending rate
14 case and the proposed rate consolidation, as well as the number of written complaints and/or inquiries
15 received from Sun City Water customers, the Utilities Division Director recommends and requests
16 that a public comment session be scheduled in Sun City, Arizona.

17 It is therefore appropriate to schedule a local public comment session in Sun City, Arizona.

18 IT IS THEREFORE ORDERED that a **public comment session** shall be held in **Sun City,**
19 **Arizona on Monday, May 17, 2010,** commencing at **6:00 p.m.,** or as soon thereafter as practicable,
20 at the **Sundial Recreation Center Auditorium, 14801 N. 103rd Avenue, Sun City, AZ 85351** in
21 order to allow customers of Arizona American Water Company to provide public comment for the
22 record in this case.

23 IT IS FURTHER ORDERED that the Company shall provide public notice of the public
24 comment sessions on this matter, in the following form and style, with the heading in no less than 24
25 point bold type and the body in no less than 10 point regular type:

26
27
28 ¹ Mr. Woods, who was authorized to represent PORA in the first phase of this proceeding, wishes to participate in the second phase of this proceeding on his own behalf, and not on behalf of PORA.

PUBLIC NOTICE OF PUBLIC COMMENT SESSION IN SUN CITY, ARIZONA ON THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS ANTHEM WATER DISTRICT, SUN CITY WATER DISTRICT, ANTHEM/AGUA FRIA WASTEWATER DISTRICT, SUN CITY WASTEWATER DISTRICT, AND SUN CITY WEST WASTEWATER DISTRICT, AND POSSIBLE RATE CONSOLIDATION FOR ALL OF ARIZONA-AMERICAN WATER COMPANY'S DISTRICTS.

DOCKET NOS. W-01303A-09-0343 AND SW-01303A-09-0343

On July 2, 2009, Arizona-American Water Company ("Company") filed an application with the Arizona Corporation Commission ("Commission") for permanent revenue increases for its following districts: Anthem Water District, Sun City Water District, Anthem/Agua Fria Wastewater District, Sun City Wastewater District, and Sun City West Wastewater District.

Commission Sets Local Public Comment Session in Sun City, Arizona

The Commission will hold a public comment session on the application on **Monday, May 17, 2010**, commencing at **6:00 p.m.**, or as soon thereafter as practicable, at the **Sundial Recreation Center Auditorium, 14801 N. 103rd Avenue, Sun City, Arizona 85351.**

The Company has previously provided public notice of the hearing on the application. Phase 1 of the hearing, in which evidence on revenue requirement issues was presented, commenced on April 19, 2010 and concluded on April 29, 2010. Phase 2 of the hearing, in which evidence on the issue of rate consolidation will be presented, is scheduled to commence on May 18, 2010, at 10:00 a.m. at the Commission's offices, 1200 West Washington Street, Hearing Room 1, Phoenix, Arizona 85007.

Written public comments may be submitted by mailing a letter referencing Docket Nos. W-01303A-09-0343 and WS-01303A-09-0343 to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail to Mailmaster@azcc.gov. For a form to use and instructions on how to e-mail comments to the Commission, go to <http://www.azcc.gov/Divisions/Utilities/forms/PublicCommentForm.pdf>. If you require assistance, you may contact the Consumer Services Section at 602-542-4251 or 1-800-222-7000.

How You Can View or Obtain a Copy of the Rate Proposal

Copies of the application, proposed tariffs, the rate consolidation proposal filed by Commission Staff on March 29, 2010, are available at the Company's offices from Arizona-American, 2355 W. Pinnacle Peak Road, Suite 300, Phoenix, AZ 85027; at the Commission's Docket Control Center, 1200 West Washington, Phoenix, Arizona, for public inspection during regular business hours; and on the internet via the Commission's website (www.azcc.gov) using the e-docket function.

ADA/Equal Access Information

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation

such as a sign language interpreter, and may request this document in an alternative format by contacting the ADA Coordinator, Shaylin Bernal, at sabernal@azcc.gov, voice phone number 602-542-3931. Requests should be made as early as possible to allow time to arrange the accommodation.

IT IS FURTHER ORDERED that Arizona-American shall use its best efforts to inform the public in its Sun City Water, Sun City Wastewater, and Sun City West Wastewater Districts of the Sun City public comment hearing. The Company shall post copies of the notice in Sun City and Sun City West community locations and shall use its best efforts to publish the notice in a local newspaper if one is available, and if time constraints allow timely publication.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113 - Unauthorized Communications) continues to apply to this proceeding and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

DATED this 3^d day of May, 2010.


TEENA WOLFE
ADMINISTRATIVE LAW JUDGE

Copies of the foregoing mailed/delivered
This 3rd day of May, 2010 to:

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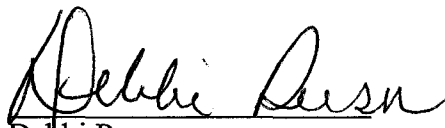
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By: 
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